

TEMPORARY

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NO. 62286 T

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Date of filing in State Engineer's Office JUL 10 1996

Returned to applicant for correction _____

Corrected application filed _____

Map filed APRIL 9, 1984 UNDER 47960

The applicant **Nevada First Corporation**, hereby make application for permission to change the **Manner of Use and the Place of Use** of a portion of water heretofore appropriated under **Dry Hills Well**, Permit Number 47960, Certificate Number 11716

1. The source of water is **Dry Hills Well**
2. The amount of water to be changed **One (1) acre-ft**
3. The water to be used for **Mining/Exploration Drilling**
4. The water heretofore permitted for **Stockwatering**
5. The water is to be diverted at the following point **NW¼ NE¼ Sec. 4 T.39N., R.42E. M.D.B.&M** at a point from which the **S¼** corner of sec. 33 **T.40N. R42E. Bears N.06°28'40"E. 600 feet**
6. The existing permitted point of diversion is located within **N/A**
7. Proposed place of use **Drilling within the claim block located in sections 19 - 21, 28 - 33, T40N, R42E AND sections 23 - 26, 35, 36, T40N, R41E, Humboldt County, Nevada M.D.B.&M.**
8. Existing place of use **NE ¼ NE ¼, section 4, T39N, R42E, Humboldt County, Nevada. NW¼ NE¼ Sec. 29 and NW¼ NW¼ Sec. 33, T.40N., R.42E. M.D.B.&M**

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9. Use will be from **Jan. 1 to Dec. 31** of each year.
10. Use was permitted from **Jan. 1 to Dec. 31** of each year.
11. Description of proposed works **Water Will be pumped from the well to a water truck and moved in the water truck to the drill site (the new temporary place of use).**
12. Estimated cost of works **N/A**
13. Estimated time required to construct works **N/A**
14. Estimated time required to complete the application of water to beneficial use **N/A**
15. Remarks: **Maximum annual use for this TEMPORARY change of place of use and manner of use is one (1) acre - ft for the remainder of the 1996 calendar year.**

By **s/Melody Lynn-Hefner**
Hemlo Gold Mines (USA), Inc.
P.O. Box 7176
Reno, Nevada 89510

Compared nsr/bk jr/bk

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

~~This permit to change the point of diversion, manner of use of~~ a portion of the waters of an underground source as heretofore granted under Permit 47960 is issued subject to the terms and conditions imposed in said Permit 47960 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the Proof of Completion of Work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. The State retains the right to regulate the use of the water herein granted at any and all times.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this temporary permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This temporary permit is issued pursuant to the provisions of NRS 533.345 Section 2 and will expire on December 6, 1997 at which time all rights herein granted shall revert to the right being changed by this temporary permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.0014 cubic foot per second, but not to exceed 1.0 acre-foot annually.

Work must be prosecuted with reasonable diligence and be completed

on or before:

Proof of completion of work shall be filed before:

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Application of water to beneficial use shall be filed on or before:

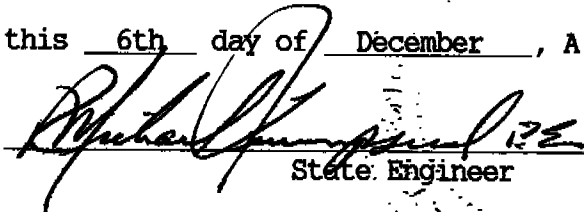
Proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, R. MICHAEL TURNIPSEED, P.E.,
State Engineer of Nevada, have hereunto set

my hand and the seal of my office,

this 6th day of December, A.D. 1996


State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

EXPIRED

DATE DEC 06 1997